S
637.12
M3a1-3
Dec. 5, 2000

MONTANA STATE LIBRARY
3 0864 0016 3201 0

BEFORE THE BOARD OF MILK CONTROL OF THE STATE OF MONTANA
ANNOUNCEMENT OF CLASS I, II & III PRODUCER PRICES

Milk Control Bureau
1225 8th Ave.
PO Box 202003
Helena MT 59620-2003
Phone: (406) 444-2875
Fax: (406) 444-1432

DOCUMENTS COLLECTION
DEC 2000
MONTANA STATE LIBRARY
1515 E. 6th AVE.
HELENA, MONTANA 59620

PUBLISHED: DEC 5, 2000
EFFECTIVE: JAN 1, 2001
12:01 a.m.

PRODUCER CLASS I PRICE IN MONTANA

REF: ARM 32.24.301(5)

CLASS I PRICE FOR MILK TESTING 3.5%	$14.68	/CWT
CLASS I BUTTERFAT PRICE PER POUND	$1.35	/LB

EFFECTIVE JANUARY 1, 2001:

The minimum price to pay milk producers, under ARM 32.24.301, is $14.68 per hundred pounds of milk testing 3.5% butterfat, f.o.b. the milk distributor's plant.

When milk does not test 3.5% butterfat, compute the applicable price by applying a differential of 13.5 cents for each one-tenth of one percent butterfat above or below the midpoint of each producer payment. The value of one pound of butterfat utilized will be $1.35.

PRODUCER CLASS II PRICE IN MONTANA

REF: ARM 32.24.301(6)

CLASS II PRICE FOR MILK TESTING 3.5%	$14.41	/CWT

Average spray process dry milk solids price per pound	=	$1.04750		
Multiplied by 8.2	x	8.2		
		$8.58950		$8.58950
Last quote of the month for Grade AA butter minus a differential of $.0895	=	$1.70550		
Multiplied by 4.2	x	4.2		
		$7.16310	+	$7.16310
				$15.75260
LESS a make allowance of 8.5% (		$15.7526 X .085)	-	$1.33897
				$14.41363

Rounded to the nearest whole cent = **$14.41** /hundredweight.

CLASS II BUTTERFAT PRICE PER POUND				$1.89 /LB
Last quote of the month for Grade AA butter				
minus a differential of $.0895 =	$1.70550 X .111)		=	$0.18931
Rounded to the nearest half cent			=	$0.189
Butterfat value per pound				
for milk at 3.5% test:	$1.89			
Hundredweight price of milk testing 3.5%			=	$14.41
LESS 3.5 pounds of butterfat at	$1.89	per pound	-	$6.615
Value of 96.5 pounds of skim			=	$7.795
CLASS II VALUE OF ONE POUND OF SKIM	7.795 / 96.5 pounds)		=	$0.08078 /LB

PRODUCER CLASS III PRICE IN MONTANA

REF: ARM 32.24.301(7)

CLASS III PRICE PER CWT FOR MILK TESTING 3.5%			$12.23 /CWT
3.5 pounds of butterfat	$1.53	per pound =	$5.355
96.5 pounds of skim	$0.07129	per pound =	$6.880
			$12.235 /CWT

CLASS III BUTTERFAT PRICE PER POUND			$1.53 /LB
Last quote of the month for Grade AA butter			
minus a difference of $.0895 =	$1.70550		
LESS 10%	$0.17055		
	$1.53495		
Rounded to the nearest whole cent	$1.53	per pound.	
CLASS III PRICE PER CWT FOR SKIM MILK UTILIZED			$7.12929 /CWT
Avg. spray process dry milk solid price/lb	$1.04750		
Multiplied by 8.2	8.2		
	$8.58950		
LESS 17%	$1.46022		
	$7.12929		
Rounded to the nearest whole cent	$7.13	per hundredweight.	

BY ORDER OF THE MONTANA MILK CONTROL BUREAU

Compiled by: Marlys M. Mattfeldt

Marlys M. Mattfeldt, Bureau Chief
Montana Milk Control Bureau

BREAKDOWN BY TEST FOR CLASS I, II & III SKIM PRICES

CLASS I SKIM PRICE BASED ON $14.68 FOR 3.5% MILK 96.5 LBS = $9.955		CLASS II SKIM PRICE BASED ON $14.41 FOR 3.5% MILK 96.5 LBS = $7.795		CLASS III SKIM PRICE BASED ON $12.23 FOR 3.5% MILK 96.5 LBS = $6.880	
TEST	PRICE/LB	TEST	PRICE/LB	TEST	PRICE/LB
2.50	$0.10210	2.50	$0.07995	2.50	$0.07056
2.55	$0.10215	2.55	$0.07999	2.55	$0.07060
2.60	$0.10221	2.60	$0.08003	2.60	$0.07063
2.65	$0.10226	2.65	$0.08007	2.65	$0.07067
2.70	$0.10231	2.70	$0.08011	2.70	$0.07071
2.75	$0.10237	2.75	$0.08015	2.75	$0.07074
2.80	$0.10242	2.80	$0.08020	2.80	$0.07078
2.85	$0.10247	2.85	$0.08024	2.85	$0.07082
2.90	$0.10252	2.90	$0.08028	2.90	$0.07085
2.95	$0.10258	2.95	$0.08032	2.95	$0.07089
3.00	$0.10263	3.00	$0.08036	3.00	$0.07093
3.05	$0.10268	3.05	$0.08040	3.05	$0.07096
3.10	$0.10273	3.10	$0.08044	3.10	$0.07100
3.15	$0.10279	3.15	$0.08049	3.15	$0.07104
3.20	$0.10284	3.20	$0.08053	3.20	$0.07107
3.25	$0.10289	3.25	$0.08057	3.25	$0.07111
3.30	$0.10295	3.30	$0.08061	3.30	$0.07115
3.35	$0.10300	3.35	$0.08065	3.35	$0.07118
3.40	$0.10305	3.40	$0.08069	3.40	$0.07122
3.45	$0.10311	3.45	$0.08074	3.45	$0.07126
3.50	$0.10316	3.50	$0.08078	3.50	$0.07129
3.55	$0.10321	3.55	$0.08082	3.55	$0.07133
3.60	$0.10327	3.60	$0.08086	3.60	$0.07137
3.65	$0.10332	3.65	$0.08090	3.65	$0.07140
3.70	$0.10337	3.70	$0.08094	3.70	$0.07144
3.75	$0.10343	3.75	$0.08099	3.75	$0.07148
3.80	$0.10348	3.80	$0.08103	3.80	$0.07152
3.85	$0.10354	3.85	$0.08107	3.85	$0.07155
3.90	$0.10359	3.90	$0.08111	3.90	$0.07159
3.95	$0.10364	3.95	$0.08116	3.95	$0.07163
4.00	$0.10370	4.00	$0.08120	4.00	$0.07166
4.05	$0.10375	4.05	$0.08124	4.05	$0.07170
4.10	$0.10381	4.10	$0.08128	4.10	$0.07174
4.15	$0.10386	4.15	$0.08132	4.15	$0.07178
4.20	$0.10391	4.20	$0.08137	4.20	$0.07181
4.25	$0.10397	4.25	$0.08141	4.25	$0.07185
4.30	$0.10402	4.30	$0.08145	4.30	$0.07189
4.35	$0.10408	4.35	$0.08150	4.35	$0.07193
4.40	$0.10413	4.40	$0.08154	4.40	$0.07196
4.45	$0.10419	4.45	$0.08158	4.45	$0.07200
4.50	$0.10424	4.50	$0.08162	4.50	$0.07204

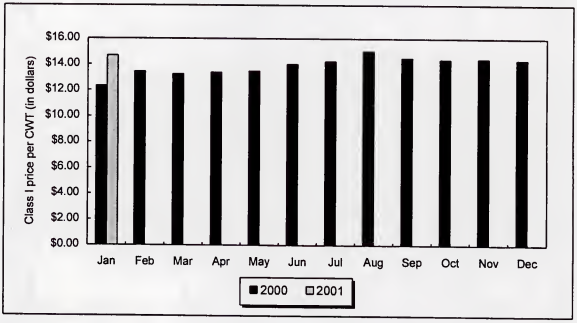
PRODUCER CLASS I PRICE IN MONTANA

Charts below show a class I price comparison for 1999 and 2000

Statistics from the Montana Milk Control Bureau

Month	2000	2001	Difference	% Change
January	$12.34	$14.68	$2.34	18.96%
February	$13.45	$0.00		
March	$13.26	$0.00		
April	$13.39	$0.00		
May	$13.48	$0.00		
June	$14.03	$0.00		
July	$14.25	$0.00		
August	$15.01	$0.00		
September	$14.50	$0.00		
October	$14.39	$0.00		
November	$14.44	$0.00		
December	$14.37	$0.00		
Average	**$13.91**	**$1.22**	**$2.34**	**18.96%**

Prices are per hundredweight (CWT).



Completion of pooling (prior to audit) shows the producer quota blend prices to be:

OCT 2000: class I = $10.14; class II = $1.37; Class III = $2.02; total = $13.53

(calculations based upon utilization percentages of butterfat & skim)